

DOMESTIC HOUSEHOLD GOODS SHIPMENT OPTIONS

1. If your goods are lost or damaged in shipment, you can file and claim with an Army claims office and be paid up to \$40,000. You can only be paid the depreciated value of your goods, however. There are limits on the maximum amounts you can be paid on many types of property. (See the "It's Your Move" pamphlet for a list).

2. Basic coverage. The moving company that ship your goods is already liable to the Army for Basic Coverage up to \$1.25 times the weight of your shipment -- this is provided at no cost to you. For example, on a 10,000 pound shipment the mover would have to repay the Army up to \$12,500 of what the Army would pay you. If, however, you have valuable items for which the Army would not fully pay you or a total shipment that is worth more than \$40,000, you should consider getting private insurance and/or buying one of the two forms of additional coverage which you may purchase from the mover through this office.

3. The guidance and procedures on Increased Released Valuation Basic Coverage, Option 1 and Option 2, which you may purchase are as follows. These options do not apply to overseas or DPM shipments.

a. OPTION 1: You may pay to increase the mover's liability for damage from \$1.25 times the weight of your shipment to a higher amount, either as a lump sum or by increasing the amount you multiply (from "\$1.25 per pound" to "\$2.00 per pound" for example). This costs you 64 cents for each \$100 of coverage you buy. This is depreciated value coverage which ensures that expensive items are covered in the event of loss or damage. To compute your estimated Option 1 costs:

Estimated Weight _____ lbs x _____ per lb \$ _____
or lump sum coverage of \$ _____ x \$0.64/\$100 = \$ _____
Less the basic Coverage cost (which the Army pays)
of \$1.25 x your estimated Weight x \$0.64/\$100 = \$ _____
Total Estimated cost of Option 1 to you is: \$ _____

b. Option 2: You may also elect to buy full replacement value coverage from the mover, either as a lump sum or by increasing the amount you multiply (from "\$1.25 per pound" to "\$3.50 per pound" for example). This is not depreciated value coverage, so if you have an item destroyed, you would be paid the cost to replace it. This option cost you 85 cents for each \$100 of coverage you buy (there is an additional cost for an Alaskan shipment), but the minimum coverage you must purchase is either \$21,000 or \$3.50 times the actual weight of your shipment, which ever is greater. Also, under this option the mover has the right to repair or replace items instead of paying you for them -- so you must submit a claim against the moving company before you can process a claim through an Army claims office. To compute your estimated Option 2 costs:

Estimated Weight _____ lbs x _____ per lb \$ _____
or lump sum coverage of \$ _____ x \$0.85/\$100 = \$ _____
Less the basic Coverage cost (which the Army pays)
of \$1.25 x your estimated Weight x \$0.85/\$100 = \$ _____
Total Estimated cost of Option 2 to you is: \$ _____

4. I Elect ☐ Basic Coverage (at no cost to me)
☐ Option 1: Lump Sum of \$ _____ or \$ _____ per lb
☐ Option 1: Lump Sum of \$ _____ or \$ _____ per lb

5. I am aware that Option 2 and 2 do not cover me during non-temporary storage. I have been advised that if I elect option 1 or 2 "per pound" coverage, the cost are only estimated because I do not know the actual weight of my shipment.

6. I HAVE ALSO BEEN ADVISED THAT THE DECISION I MAKE IS FINAL AND CANNOT BE CHANGED LATER

Member/ Employee Name (Printed)
FHT HANDOUT 55-X2, REV DEC 92 (DOL)

Signature

Date